



# **ARIZONA DEPARTMENT OF REVENUE**

## **MEMORANDUM**

**DATE:** December 26, 2008

**FROM:** THE OFFICE OF ECONOMIC RESEARCH & ANALYSIS

### ***November 2008 TAX FACTS***

#### **SUMMARY OF GENERAL FUND REVENUES**

	<b><u>November 2008</u></b>	<b><u>Fiscal Year Total</u></b>
<b>Individual Income Tax</b>		
Net Collections	\$ 139,699,184	\$1,010,169,919
Percent Change	(21.7)	(10.1)
<b>Corporate Income Tax</b>		
Net Collections	\$ (2,488,394)	\$ 193,202,202
Percent Change	(5.9)	(34.3)
<b>Transaction Privilege, Severance &amp; Use Taxes</b>		
Net Collections	\$ 317,474,089	\$ 1,698,495,193
Change	(13.3)	(9.0)
<b>Total Big Three Tax Types</b>		
Net Collections	\$ 454,684,879	\$2,901,867,314
Percent Change	(16.1)	(11.6)

December 2007 was the first month that the department used a new computer system to process individual income tax. Some of the reports necessary to provide Tax Facts information are still under development. Those sections have been pulled from this report. Once the information is available it will be sent out.

We apologize for any inconvenience this may cause.

# TAX FACTS

## November 2008

### INDIVIDUAL INCOME TAX

#### Individual Income Tax Receipts

	November 2008	November 2007	% Change
Gross Collections	\$ 13,115,668	\$ 17,879,843	(26.6)
Withholding	251,019,099	267,182,947	(6.0)
Refunds	(63,795,799)	(49,602,796)	28.6
Urban Revenue Sharing	(60,639,783)	(57,044,911)	6.3
<b>Net Collections</b>	<b>\$ 139,699,184</b>	<b>\$ 178,415,083</b>	<b>(21.7)</b>
	<b>Fiscal Year Total</b>	<b>Fiscal Year Total</b>	
	<b>(08/09)</b>	<b>(07/08)</b>	<b>% Change</b>
Gross Collections	\$ 225,321,237	\$ 280,551,093	(19.7)
Withholding	1,299,976,446	1,334,573,349	(2.6)
Refunds	(211,928,847)	(206,241,379)	2.8
Urban Revenue Sharing	(303,198,917)	(285,224,553)	6.3
<b>Net Collections</b>	<b>\$ 1,010,169,919</b>	<b>\$ 1,123,658,510</b>	<b>(10.1)</b>

#### Federal Employee Retirement Contribution Project (FERC)

No refunds were distributed during November 2008 for the Kerr vs. ADOR or FERC, a Supreme Court tax settlement case. Refunds issued as a result of the FERC case are not included in the total refunds listed in neither the "Individual Income Tax Receipts" section above nor the "Average Individual Income Tax Refund" section later mentioned in this publication.

\*The amount shown as refunded may differ from AFIS totals due to timing issues.

#### Average Individual Income Tax Refund

Net of Ladewig and FERC refunds.

	Average	Number
2008 CYTD	\$ 734.26	1,840,144
2007 CYTD	\$ 667.67	1,749,885
<b>% Change</b>	<b>10.0</b>	<b>5.2</b>

#### Individual Income Tax Estimated Payments

Taxpayers are required to make estimated payments if their Arizona gross income will exceed \$75,000, in an amount which will represent unpaid tax liability at the end of the taxpayer's tax year. Total estimated payments paid with form 140ES for tax year 2007 received through November 2008 were \$623.8 million, for an average of \$2,578. An additional \$156.2 million in estimated payments came from 2006 tax returns that applied their refunds as a 2007 estimated payment, for an average of \$3,226. Estimated payments received through November 2008 for tax year 2008 are as follows:

		Monthly	Cumulative
November-08	140 ES Payment	\$ 4,011,316	\$ 324,470,725
November-07	140 ES Payment	\$ 882,002	\$ 373,054,379
	<b>% change</b>	<b>354.8</b>	<b>13.0</b>
November-08	Average Payment	\$ 656	\$ 1,565
November-07	Average Payment	\$ 2,085	\$ 2,114
	<b>% change</b>	<b>(68.5)</b>	<b>(26.0)</b>
November-08	Applied Refund	\$ 38,435,538	\$ 121,633,595
November-07	Applied Refund	\$ 40,987,576	\$ 149,181,124
	<b>% change</b>	<b>(6.2)</b>	<b>(18.5)</b>

## **Individual Income Tax Estimated Payments continued:**

November-08	Monthly Total	\$	42,446,854	\$	446,104,319
November-07	Monthly Total	\$	41,869,578	\$	522,235,503
	% change		1.4		(14.6)

### **Withholding**

Withholding payments are received from employers and applied towards a specific quarter for the designated year. Information is gathered for 15 months for any given quarter. For example, from January 2006 through March 2007, \$907.1 million was received for the first quarter of 2006. The latest complete quarter (15 months of information has been compiled) is the third quarter of 2007, which shows an increase of 5.00% in withholding payments over the third quarter of 2006. Growth in quarters for which information is still being gathered is as follows:

4 <sup>th</sup> Quarter 2007	(1.95%)	3 <sup>rd</sup> Quarter 2008	(1.98%)
1 <sup>st</sup> Quarter 2008	(0.23%)	4 <sup>th</sup> Quarter 2008	2.02%
2 <sup>nd</sup> Quarter 2008	1.67%		

The current choices for withholding are 0%, 10%, 19%, 23%, 25%, 31% or 37% as the percent of federal taxes to be withheld for state taxes. The 0% option is only available to those individuals who had no liability in the prior tax year and expect no tax liability for the current year.

### **Clean Elections**

As a result of the November 1998 voter approval of the Citizens Clean Elections, Arizona's income taxpayers can make a donation to the Citizens Clean Elections Commission through an income tax check-off or through a voluntary donation. The following is for returns filed in 2008.

	<b>November 2008</b>	<b>Calendar Year Total</b>
Check Off	\$ 56,155	\$ 6,314,970
Voluntary Donation	\$ 3,254	\$ 57,861
Number of Returns	7,111	878,857

### **Contributions on the Individual Income Tax Return**

Through November 2008, individual income tax return filers have made the following contributions:

	<b>Number</b>	<b>Amount</b>	<b>Average</b>
Wildlife	11,422	250,056	\$ 21.89
Child Abuse	11,617	257,944	22.20
Special Olympics	5,297	104,155	19.66
Neighbors Helping	3,107	55,842	17.97
AID to Education	820	99,562	121.42
Domestic Violence Shelter	8,593	198,131	23.06
National Guard Contributions	4,992	127,587	25.56
Veteran's Fund	3,242	70,815	21.84
Democratic Party	1,183	29,380	24.84
Republican Party	643	16,231	25.24
Green Party	28	557	19.89
Libertarian Party	81	1,957	24.16

## **CORPORATE INCOME TAX**

### **Corporate Income Tax Receipts**

	<b>November 2008</b>	<b>November 2007</b>	<b>% Change</b>
Gross Collections	\$19,710,773	\$20,550,859	(4.1)
Refunds	(\$22,199,167)	(\$23,194,073)	(4.3)
<b>Net Collections</b>	<b>(\$2,488,394)</b>	<b>(\$2,643,214)</b>	<b>(5.9)</b>
	<b>Fiscal Year Total</b>	<b>Prior Fiscal Year Total</b>	<b>% Change</b>
Gross Collections	\$258,667,132	\$345,758,201	(25.2)
Refunds	(\$65,464,930)	(\$51,779,593)	26.4
<b>Net Collections</b>	<b>\$193,202,202</b>	<b>\$293,978,608</b>	<b>(34.3)</b>

### **Corporate Estimated Payments**

Corporations are required to file estimated tax payments throughout the year only if (1) their Arizona tax liability exceeds \$1,000 and (2) they are required to file federal estimated tax payments.

November 2008	\$11,043,395	Calendar Year Total	\$525,013,708
November 2007	\$15,902,813	Calendar Year Total	\$616,887,619
% Change	(30.6)	% Change	(14.9)

All corporations with an income tax liability of \$20,000 or greater are required to make estimated tax payments through electronic funds transfer (eft). The table below shows the number of these eft estimated payments, by size of payment.

Size of Payment ➔	Less than \$50,000	\$50,000 up to \$100,000	\$100,001 up to \$500,000	\$500,001 up to \$1,000,000	\$1,000,001 up to \$10,000,000	\$10,000,001 and more	Total	% chg
November 2008	72	7	8	2	1	0	90	(26.2)
November 2007	89	11	18	2	2	0	122	
CY 2008	2,798	410	498	89	69	3	3,867	(7.0)
CY 2007	2,997	433	524	101	100	1	4,156	

The next table shows the dollars of eft estimated payments received from those counts above.

Size of Payment ➔	Less than \$50,000	\$50,000 up to \$100,000	\$100,001 up to \$500,000	\$500,001 up to \$1,000,000	\$1,000,001 and more	Total	% chg
November 2008	\$663,581	\$511,000	\$1,893,500	\$1,152,500	\$5,366,000	\$9,586,581	0.5
November 2007	\$1,040,369	\$726,000	\$4,198,789	\$1,280,393	\$2,297,590	\$9,543,141	
CY 2008	\$32,917,590	\$28,287,409	\$112,120,523	\$62,877,655	\$204,788,683	\$440,991,860	(11.8)
CY 2007	\$37,588,133	\$30,341,072	\$119,151,342	\$69,868,134	\$242,928,286	\$499,876,967	

### **Corporate Refunds:**

Corporate refunds paid in any state fiscal year are for a mixture of corporate fiscal years. The table below presents the percent of refunds paid in FY 07/08 by corporate fiscal year. For example, in FY 07/08, 22.7% of the refund dollars paid were for corporate fiscal years ending in 2003 or before. The percentages are for refunds paid through the fiscal year.

<b>Corporate Fiscal Year-End:</b>	<b>03 &amp; Prior</b>	<b>04</b>	<b>05</b>	<b>06</b>	<b>07</b>	<b>08</b>
FY 07/08	22.7%	4.7%	3.2%	57.2%	10.8%	1.4%
<b>Corporate Fiscal Year-End:</b>	<b>04 &amp; Prior</b>	<b>05</b>	<b>06</b>	<b>07</b>	<b>08</b>	<b>09</b>
FY 08/09	8.9%	9.4%	8.5	69.8%	3.4%	0.0%

The corporate refunds shown above are those refunds for which a check is mailed to the corporation. Sometimes corporations choose to apply their refund as an estimated payment. The following table presents refunds applied as estimated payments in the most recent month and for the calendar year.

November 2008	\$30,915,240	Calendar Year Total	\$169,226,067
November 2007	\$25,233,208	Calendar Year Total	\$115,990,475
% Change	22.5%	% Change	45.9%

### **Corporate Income Tax Document Count**

The Arizona Department of Revenue received 124,953 corporate returns showing a fiscal year-end of 2006. The type of return received is indicated below:

	120 X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)	120 A (short form)
#	221	36,461	75,661	513	12,097
%	0.2	29.2	60.5	0.4	9.7

Through November 2008, 131,772 documents were received for a fiscal year-end of 2007, distributed as follows:

	120 X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)	120 A (short form)
#	179	36,436	82,628	483	12,046
%	0.1	27.7	62.7	0.4	9.1

The figures for the 2007 returns are most meaningful when compared to 2006 returns received during the same period of time in the previous year. Through November 2007, the Department of Revenue received 121,830 documents with a fiscal year-end of 2006. Compared to 2007 documents, the Department has seen an 8.2% increase in the number of corporate returns processed at this point of time in the calendar year.

### **Urban Revenue Sharing Returned to Cities/Towns**

Incorporated cities and towns receive a share of net individual and corporate income tax collections, called Urban Revenue Sharing. The amount of money to be distributed during Fiscal Year 2007/08 is 15.0% of net proceeds from Fiscal Year 2005/06 income tax. Amounts returned for November 2008 are shown on Table 2, at the end of this report.

## **TRANSACTION PRIVILEGE, SEVERANCE AND USE TAXES**

### **Transaction Privilege, Severance and Use Tax Receipts**

The Arizona transaction privilege and severance tax consists of many classifications of tax. These classifications include but are not limited to retail, contracting, amusements, restaurants and bars, hotel/motel and mining severance tax. The collections for all such categories are divided, per statute, into two parts. One part is called distribution base; the other part is known as non-shared. The division of collections into

these two parts varies from category to category. For example, retail sales tax is 40% distribution base and 60% non-shared. In contrast, contracting is 20% distribution base and 80% non-shared. Use tax is 100% non-shared. At the close of each month, transaction privilege and severance tax collections are aggregated by category and total distribution base and non-shared portions are calculated. The amount shown as "Use Tax" in the table below includes use tax, use inventory tax and jet fuel use tax. Education tax is in accordance with Proposition 301 resulting in an additional 0.6% education tax being added to most business classifications.

The "Other Revenue" category includes county excise, road, jail and hospital taxes and various other excise taxes, such as the 911 excise tax.

	November 2008	November 2007	% change
Distribution Base	\$125,842,669	\$145,966,645	(13.8)
Non shared	248,672,365	285,697,918	(13.0)
Use Tax	25,398,587	30,042,343	(15.5)
Education Tax	46,449,100	53,358,750	(12.9)
Other Revenues	59,006,974	66,933,328	(11.8)
<b>Total Collections</b>	<b>\$505,369,695</b>	<b>\$581,998,984</b>	<b>(13.2)</b>

	Fiscal Year Total (08/09)	Fiscal Year Total (07/08)	% change
Distribution Base	\$670,687,419	\$738,642,490	(9.2)
Non shared	1,321,722,314	1,460,883,929	(9.5)
Use Tax	145,452,788	150,634,181	(3.4)
Education Tax	248,462,297	273,217,942	(9.1)
Other Revenues	309,929,228	336,823,359	(8.0)
<b>Total Collections</b>	<b>\$2,696,254,046</b>	<b>\$2,960,201,900</b>	<b>(8.9)</b>

### **Distribution of Transaction Privilege, Severance and Use Tax Receipts**

Of the distribution base portion of transaction privilege and severance taxes, described above, 25% is returned to incorporated cities/towns, 40.51% is returned to counties and 34.49% goes to the state general fund with the exception of mining severance tax. All of the non-shared revenue and use tax is deposited into the general fund. Therefore, the "Retained by State" figure presented below includes all non-shared portion of transaction privilege tax, use tax and 34.49% of the distribution base collections. The education tax is distributed in accordance with Proposition 301. "Other" revenues are returned to the administering authority.

	<b>November 2008</b>	<b>November 2007</b>	<b>% change</b>
Retained by State	\$317,474,089	\$366,084,157	(13.3)
Returned to Counties	50,978,865	59,131,088	(13.8)
Returned to Cities	31,460,667	36,491,661	(13.8)
Education Tax	46,449,100	53,358,750	(12.9)
Other Revenues	59,006,974	66,933,328	(11.8)
<b>Total Collections</b>	<b>\$505,369,695</b>	<b>\$581,998,984</b>	<b>(13.2)</b>
	<b>Fiscal Year Total (08/09)</b>	<b>Fiscal Year Total (07/08)</b>	<b>% change</b>
Retained by State	\$1,698,495,193	\$1,866,275,904	(9.0)
Returned to Counties	271,695,473	299,224,072	(9.2)
Returned to Cities	167,671,855	184,660,623	(9.2)
Education Tax	248,462,297	273,217,942	(9.1)
Other Revenues	309,929,228	336,823,358	(8.0)
<b>Total Collections</b>	<b>\$2,696,254,046</b>	<b>\$2,960,201,899</b>	<b>(8.9)</b>

### **Transaction Privilege and Severance Tax Collections By Class**

	<b>Tax Rate</b>	<b>November 2008</b>	<b>% Chg</b>	<b>Fiscal Year Total</b>	<b>% Chg</b>
Transporting	5.6	\$ 182,460	15.4	\$ 935,138	(16.7)
Non-Metal Mining	3.125				
Oil/Gas		1,122,264	N/A	2,974,364	(3.3)
Utilities	5.6	40,441,367	1.4	235,871,914	6.1
Communications	5.6	12,674,588	(15.4)	63,862,086	(15.1)
Private Car/Pipelines	5.6	19,163	(75.9)	102,588	(76.1)
Publishing	5.6	468,927	(3.3)	2,033,390	(29.9)
Job Printing	5.6	1,603,542	(11.3)	7,152,088	(14.6)
Restaurants & Bars	5.6	37,433,962	(6.0)	181,017,080	(5.2)
Amusements	5.6	3,332,360	8.1	19,681,477	0.4
Commercial Lease	0	(0)	N/A	21	N/A
Rental of Personal Property	5.6	16,131,713	(2.0)	77,988,516	(3.2)
Contracting	5.6	71,047,519	(19.7)	370,227,034	(18.4)
Retail	5.6	178,891,973	(15.1)	970,629,341	(9.7)
Mining Severance	2.5	986,402	(71.3)	14,182,201	(23.4)
Timber Severance	0	(5)	(69.9)	(278)	N/A
Hotel/Motel	5.5	10,345,097	(12.3)	44,353,048	(4.3)
Membership					
Camping	0	(6)	(22.0)	(21)	N/A
Use Tax	5.6	25,398,587	(15.5)	145,452,788	(3.4)
Rental Occup.Tax	0	(108)	N/A	(411)	N/A
Jet Fuel		(204,166)	N/A	1,073,257	(32.3)
Jet Fuel Use Tax	.0305/.0105 gal	2,823	N/A	93,369	(53.4)
Telecomm Devices	----	466,510	(18.0)	2,568,613	(9.4)
911 Telecom.		1,388,656	(0.5)	7,238,297	27.6
911 Wireline	0.20/month per active service	(946)	N/A	(393)	N/A
911 Wireless	0.20/month per active service	(740)	693.8	(10,640)	N/A
<b>Total</b>		<b>\$ 401,731,943</b>	<b>(13.3)</b>	<b>\$ 2,147,424,867</b>	<b>(9.0)</b>

The Use/Use Inventory category shown on the previous page includes jet fuel use tax. These collections include only the individual classes of transaction privilege tax, severance tax and use tax. The total does not include license fees or any other fees collected by the department.

### **Transaction Privilege and Severance Tax Taxable Sales By Class<sup>1</sup>**

	<b>November 2008</b>	<b>% Chg</b>	<b>Fiscal Year Total</b>	<b>% Chg</b>
Transporting	\$3,657,430	15.3	\$18,732,178	(16.8)
Non-Metal Mining Oil/Gas	35,929,631	N/A	95,261,612	(3.3)
Utilities	809,568,252	1.3	4,720,369,331	6.1
Communications	253,749,443	(15.4)	1,278,282,417	(15.1)
Private Car/Pipelines	384,324	(75.9)	2,057,194	(76.1)
Publishing	9,391,636	(3.3)	40,716,390	(29.9)
Job Printing	32,096,061	(11.3)	143,151,565	(14.6)
Restaurants & Bars	749,312,572	(6.0)	3,622,958,042	(5.2)
Amusements	66,728,955	8.0	393,948,096	0.3
Commercial Lease	0	N/A	704	N/A
Rental of Personal Property	322,899,372	(2.1)	1,560,881,743	(3.3)
Contracting	1,422,549,880	(19.8)	7,411,342,108	(18.4)
Retail	3,581,723,959	(15.1)	19,428,557,908	(9.7)
Mining Severance	39,628,005	(71.2)	567,956,274	(23.4)
Timber Severance	0	N/A	(175)	N/A
Hotel/Motel	188,211,553	(12.3)	806,941,468	(4.4)
Membership Camping	0	N/A	0	N/A
Use Tax	510,754,239	(15.7)	2,921,087,500	(3.4)
Rental Occupancy Tax	(6,300)	N/A	(16,673)	N/A
<b>Total</b>	<b>\$8,026,579,013</b>	<b>(13.6)</b>	<b>\$43,012,227,683</b>	<b>(9.2)</b>

Telecommunications Devices, 911 Excise and 911 Wireless Service classifications previously listed in the collections table are not elements of calculated taxable income and therefore, are not included in the above table. Since the jet fuel use tax is a gallonage tax, this too can not be computed as taxable income. Timber Severance includes only sales subject to a repealed rate. The current tax is per board feet upon which taxable income cannot be computed.

### **Transaction Privilege and Severance Tax Returned to Counties**

Taxpayers reported the following taxable transactions and tax collections by county. The share of the revenues returned to each county for November 2008 is shown in the County Share column.

	<b>County Share</b>	<b>% of Total</b>	<b>FYTD County Share</b>	<b>% Change</b>
Apache	\$ 375,471	0.7	\$ 1,969,041	(6.1)
Coconino	1,258,837	2.3	7,097,974	(8.5)
Cochise	892,180	1.6	4,810,847	(8.1)
Gila	369,931	0.7	2,141,829	(7.2)
Graham	257,093	0.5	1,459,031	(0.7)
Greenlee	221,470	0.4	1,592,190	(26.9)
La Paz	139,105	0.3	712,290	(7.6)
Maricopa	32,435,620	59.7	172,445,878	(9.8)
Mohave	1,562,811	2.9	8,250,004	(5.6)
Navajo	808,564	1.5	4,376,853	(5.9)

<sup>1</sup>These Taxable Sales figures are calculated on a per return basis, by taking collections and dividing them by the appropriate tax rate. These figures may not match other Taxable Sales figures calculated on the aggregate.

**Transaction Privilege and Severance Tax Returned to Counties continued:**

	County Share	% of Total	FYTD County Share	% Change
Pima	7,358,464	13.5	38,976,161	(9.1)
Pinal	1,745,042	3.2	9,150,953	(6.5)
Santa Cruz	315,733	0.6	1,770,365	(7.6)
Yavapai	1,840,611	3.4	9,812,680	(8.8)
Yuma	1,397,934	2.6	7,129,378	(4.9)
<b>Total</b>	<b>\$ 50,978,865</b>		<b>\$ 271,695,473</b>	<b>(9.2)</b>

**Transaction Privilege and Severance Tax Returned to Cities/Towns**

The portion of transaction privilege and severance tax returned to each incorporated city or town for November 2008 is shown on Table 3, attached to this report.

**County Tax Collections**

The county-imposed tax collections received by the Department of Revenue during November 2008 and returned to the counties are shown on Table 4, attached to this report. The rental car surcharge in Maricopa County is \$2.50 per car and in Pima County is \$3.50 per car. The RV Surcharge in Pima County is \$0.50/day on each lease or rental of a parking space for recreational vehicles.

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## OTHER TAXES

**Luxury Taxes**

The following revenues were received from luxury taxes in November 2008. The table compares the receipts to November 2007 and also compares fiscal year (FY) totals. Figures may not add to total due to rounding.

	November 2008		November 2007		% Change
Spirituos	\$	2,693,310	\$	2,708,507	(0.6)
Vinous		1,183,281		1,215,998	(2.7)
Malt		1,954,648		2,095,251	(6.7)
Cigarette		31,082,225		32,224,096	(3.5)
Other Tobacco		1,281,676		1,413,034	(9.3)
Tobacco Licenses		550		450	22.2
<b>Total</b>	<b>\$</b>	<b>38,195,689</b>	<b>\$</b>	<b>39,657,336</b>	<b>(3.7)</b>

  

	Fiscal Year (08/09)		Fiscal Year (07/08)		% Change
Spirituos	\$	11,463,660	\$	10,921,271	5.0
Vinous		4,912,367		4,698,959	4.5
Malt		9,604,426		10,275,774	(6.5)
Cigarette*		155,960,248		163,835,294	(4.8)
Other Tobacco		6,552,270		6,934,532	(5.5)
Tobacco Licenses		2,625		2,375	10.5
<b>Total</b>	<b>\$</b>	<b>188,495,596</b>	<b>\$</b>	<b>196,668,205</b>	<b>(4.2)</b>

\*Through November 2008, \$401,852 of cigarette and tobacco tax collections have been allocated for administrative expenses and are not included in the cigarette collections above.



**General fund revenues from luxury taxes:**

	<b>November 2008</b>		<b>FY 08/09</b>	
Spirituos	\$	1,885,317	\$	8,024,562
Vinous		295,820		1,228,090
Malt		488,662		2,401,106
Cigarette		2,486,933		12,676,144
Other Tobacco		57,675		294,852
Tobacco Licenses		550		2,625
<b>Total</b>	<b>\$</b>	<b>5,214,958</b>	<b>\$</b>	<b>24,627,380</b>

**Other dedicated revenues from luxury taxes:**

	<b>November 2008</b>		<b>FY08/09</b>	
Corrections Fund	\$	2,476,169	\$	11,430,498
Tobacco Tax & Health Care Fund <sup>2</sup>		6,470,327		32,002,632
Tobacco Products Tax Fund <sup>3</sup>		9,705,491		48,003,949
Drug Treatment & Education Fund		753,359		3,415,479
Corrections Rev. Fund		300,454		1,360,085
Smoke Free Arizona Fund <sup>4</sup>		310,962		1,584,613
Early Childhood Development and Health Fund <sup>5</sup>		12,963,969		66,070,959

**Estate Tax**

	<b>Monthly</b>		<b>FYTD</b>	
November-08	\$	100,117	\$	104,313
November-07	\$	26,016	\$	260,778
% change		<b>N/A</b>		<b>(60.0)</b>

**Bingo Tax**

	<b>Monthly</b>		<b>FYTD</b>	
November-08	\$	37,470	\$	215,159
November-07	\$	40,887	\$	233,411
% change		<b>(8.4)</b>		<b>(7.8)</b>

**Unclaimed Property**

	<b>Monthly</b>		<b>FYTD</b>	
November-08	\$	24,630,405	\$	45,256,111
November-07	\$	29,882,508	\$	63,393,650
% change		<b>(17.6)</b>		<b>(28.6)</b>

Please note that some totals throughout Tax Facts may not add due to rounding.

SOURCE: THE OFFICE OF ECONOMIC RESEARCH & ANALYSIS, ARIZONA DEPARTMENT OF REVENUE

<sup>2</sup> Formerly the Health Care Fund

<sup>3</sup> This Fund was created by Prop. 303, which increased cigarette & other tobacco products tax rates in November 2002.

<sup>4</sup> This Fund was created by Prop. 201, which increased cigarette tax rates in December 2006.

<sup>5</sup> This Fund was created by Prop. 203, which increased cigarette & other tobacco products tax rates in December 2006.

**TABLE 2**  
**Urban Revenue Sharing Returned to Cities/Towns**  
**November 2008**

<b>City</b>	<b>Distribution</b>	<b>Population</b>	<b>City</b>	<b>Distribution</b>	<b>Population</b>
<b><u>Apache County</u></b>			Surprise	1,089,993	88,265
Eagar	\$55,307	4,435	Tempe	2,069,287	165,796
St. Johns	48,206	3,865	Tolleson	80,831	6,498
Springerville	25,772	2,065	Wickenburg	75,688	6,077
<b><u>Cochise County</u></b>			Youngtown	76,293	6,163
Benson	59,198	4,740	<b><u>Mohave County</u></b>		
Bisbee	81,957	6,570	Bullhead City	476,291	38,210
Douglas	214,625	17,195	Colorado City	50,799	4,080
Huachuca City	22,840	1,830	Kingman	321,742	25,860
Sierra Vista	544,418	43,690	Lake Havasu City	664,924	53,435
Tombstone	20,086	1,610	<b><u>Navajo County</u></b>		
Willcox	48,492	3,885	Holbrook	67,650	5,425
<b><u>Coconino County</u></b>			Pinetop-Lakeside	51,896	4,165
Flagstaff	762,420	61,185	Show Low	122,991	9,885
Fredonia*	18,635	1,500	Snowflake	61,537	4,935
Page	88,741	7,110	Taylor	51,010	4,100
Williams	39,216	3,145	Winslow	122,774	9,835
<b><u>Gila County</u></b>			<b><u>Pima County</u></b>		
Globe	93,613	7,495	Marana	330,945	26,725
Hayden*	18,603	1,500	Oro Valley	490,498	39,400
Miami	24,414	1,955	Sahuarita	172,406	13,990
Payson	192,333	15,430	South Tucson	70,290	5,630
Star Valley	24,620	2,006	Tucson	6,607,643	529,770
Winkelman*	18,506	1,500	<b><u>Pinal County</u></b>		
<b><u>Graham County</u></b>			Apache Junction	425,055	34,070
Pima	27,212	2,182	Casa Grande	403,987	32,470
Safford	116,882	9,360	Coolidge	102,085	8,180
Thatcher	56,716	4,550	Eloy	138,792	11,125
<b><u>Greenlee County</u></b>			Florence	255,278	20,530
Clifton*	32,425	2,596	Kearny	28,091	2,249
Duncan	18,586	1,500	Mammoth	22,008	1,762
<b><u>La Paz County</u></b>			Maricopa	195,562	15,934
Parker	40,938	3,280	Superior	40,643	3,254
Quartzsite	44,912	3,600	<b><u>Santa Cruz County</u></b>		
<b><u>Maricopa County</u></b>			Nogales	272,457	21,830
Avondale	859,011	69,356	Patagonia*	18,601	1,500
Buckeye	313,658	25,406	<b><u>Yavapai County</u></b>		
Carefree	45,850	3,684	Camp Verde	133,743	10,730
Cave Creek	59,303	4,766	Chino Valley	153,040	12,325
Chandler	2,871,546	230,845	Clarkdale	45,908	3,680
El Mirage	394,593	32,061	Cottonwood	135,280	10,860
Fountain Hills	304,989	24,492	Dewey-Humboldt	49,461	4,030
Gila Bend	24,731	1,980	Jerome*	18,481	1,500
Gilbert	2,202,851	177,544	Prescott	507,747	40,770
Glendale	3,022,151	242,369	Prescott Valley	417,183	33,575
Goodyear	571,288	46,213	Sedona	136,420	10,935
Guadalupe	69,313	5,555	<b><u>Yuma County</u></b>		
Litchfield Park	56,400	4,528	San Luis	284,751	22,930
Mesa	5,585,935	448,096	Somerton	121,241	9,750
Paradise Valley	173,110	13,863	Wellton	24,575	1,970
Peoria	1,718,984	138,143	Yuma	1,112,937	89,306
Phoenix	18,400,025	1,475,834			
Queen Creek	202,390	16,414			
Scottsdale	2,925,169	234,752	<b>TOTAL</b>	<b>\$60,639,783</b>	<b>4,869,189</b>

\*Population adjusted to reflect minimum requirement of 1,500 per HB 2391, Chapter 290, 2<sup>nd</sup> Regular Session, 2008.

**TABLE 3**  
**Transaction Privilege and Severance Tax Returned to Cities/Towns**  
**November 2008**

<b>City</b>	<b>Distribution</b>	<b>Population</b>	<b>City</b>	<b>Distribution</b>	<b>Population</b>
<b><u>Apache County</u></b>			Surprise	570,822	88,265
Eagar	\$28,682	4,435	Tempe	1,072,226	165,796
Springerville	13,355	2,065	Tolleson	42,023	6,498
St. Johns	24,996	3,865	Wickenburg	39,301	6,077
<b><u>Cochise County</u></b>			Youngtown	39,857	6,163
Benson	30,654	4,740	<b><u>Mohave County</u></b>		
Bisbee	42,489	6,570	Bullhead City	247,109	38,210
Douglas	111,202	17,195	Colorado City	26,386	4,080
Huachuca City	11,835	1,830	Kingman	167,240	25,860
Sierra Vista	282,549	43,690	Lake Havasu City	345,572	53,435
Tombstone	10,412	1,610	<b><u>Navajo County</u></b>		
Willcox	25,125	3,885	Holbrook	35,084	5,425
<b><u>Coconino County</u></b>			Pinetop/Lakeside	26,936	4,165
Flagstaff	395,692	61,185	Show Low	63,928	9,885
Fredonia	7,179	1,110	Snowflake	31,915	4,935
Page	45,981	7,110	Taylor	26,515	4,100
Williams	20,339	3,145	Winslow	63,604	9,835
<b><u>Gila County</u></b>			<b><u>Pima County</u></b>		
Globe	48,471	7,495	Marana	172,834	26,725
Hayden	5,769	892	Oro Valley	254,805	39,400
Miami	12,643	1,955	Sahuarita	90,475	13,990
Payson	99,788	15,430	South Tucson	36,410	5,630
Star Valley	12,973	2,006	Tucson	3,426,096	529,770
Winkelman	2,865	443	<b><u>Pinal County</u></b>		
<b><u>Graham County</u></b>			Apache Junction	220,335	34,070
Pima	14,111	2,182	Casa Grande	209,988	32,470
Safford	60,532	9,360	Coolidge	52,901	8,180
Thatcher	29,425	4,550	Eloy	71,947	11,125
<b><u>Greenlee County</u></b>			Florence	132,770	20,530
Clifton	16,789	2,596	Kearny	14,545	2,249
Duncan	5,251	812	Mammoth	11,395	1,762
<b><u>La Paz County</u></b>			Maricopa	103,047	15,934
Parker	21,212	3,280	Superior	21,044	3,254
Quartzsite	23,282	3,600	<b><u>Santa Cruz County</u></b>		
<b><u>Maricopa County</u></b>			Nogales	141,178	21,830
Avondale	448,535	69,356	Patagonia	5,950	920
Buckeye	164,304	25,406	<b><u>Yavapai County</u></b>		
Carefree	23,825	3,684	Camp Verde	69,392	10,730
Cave Creek	30,822	4,766	Chino Valley	79,707	12,325
Chandler	1,492,907	230,845	Clarkdale	23,799	3,680
El Mirage	207,343	32,061	Cottonwood	70,233	10,860
Fountain Hills	158,393	24,492	Dewey-Humboldt	26,063	4,030
Gila Bend	12,805	1,980	Jerome	2,134	330
Gilbert	1,148,202	177,544	Prescott	263,665	40,770
Glendale	1,567,434	242,369	Prescott Valley	217,134	33,575
Goodyear	298,866	46,213	Sedona	70,718	10,935
Guadalupe	35,925	5,555	<b><u>Yuma County</u></b>		
Litchfield Park	29,283	4,528	San Luis	148,292	22,930
Mesa	2,897,899	448,096	Somerton	63,055	9,750
Paradise Valley	89,654	13,863	Wellton	12,740	1,970
Peoria	893,390	138,143	Yuma	577,554	89,306
Phoenix	9,544,424	1,475,834			
Queen Creek	106,152	16,414			
Scottsdale	1,518,174	234,752	<b>TOTAL</b>	<b>\$31,460,667</b>	<b>4,864,696</b>

**TABLE 4**  
**County Tax Collections**  
**November 2008**

	Road	Excise	Jail	Rental Car	Stadium	RV Surcharge	Hospital/ Health Svc	Capital Projects	Sports & Tourism Authority
<b>Apache</b>		\$ 146,466							
<b>Cochise</b>		\$ 577,235							
<b>Coconino</b>		\$ 982,888	\$ 981,522					\$ 245,515	
<b>Gila</b>	\$ 252,771	\$ 244,290							
<b>Graham</b>		\$ 178,975							
<b>Greenlee</b>		\$ 162,381							
<b>La Paz</b>		\$ 82,804	\$ 82,804				\$ 8		
<b>Maricopa</b>	\$ 26,808,771		\$ 9,823,964	\$ 492,708	\$ 65				\$ 1,787,728
<b>Mohave</b>		\$ 499,467							
<b>Navajo</b>		\$ 542,212							
<b>Pima</b>	\$ 5,538,321			\$ 126,037		\$ 14,430			
<b>Pinal</b>	\$ 1,415,026	\$ 1,373,353					\$ 273,457		
<b>Santa Cruz</b>		\$ 204,867	\$ 208,505						
<b>Yavapai</b>		\$ 1,163,621	\$ 581,865						
<b>Yuma</b>		\$ 976,282	\$ 976,285				\$ 194,623	\$ (740)	